

## **Sales Tax - Coupons**

*What tax applies when a coupon is presented at an eating or drinking establishment?*

When a customer purchases one dinner and receives another free as a result of presenting a coupon issued by the restaurant, tax applies only to the actual price charged. However, tax applies to the full (non-discounted) price of the meal when an entity other than the restaurant issues a coupon or similar chit for a price reduction or free meal. See [Special Regulation 13 "Eating and Drinking Establishments."](#)